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December 20, 2007

CERTIFICATE OF SERVICE

RE: Case No. 2007-00443
South 641 Water District

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on December 20, 2007.

Executive Director

BOD/rs
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SOUTH 641 SEWER)
DISTRICT FOR AN ADJUSTMENT)
OF RATES PURSUANT TO) CASE NO. 2007-00443
THE ALTERNATIVE RATE FILING)
PROCEDURE FOR SMALL UTILITIES)

O R D E R

On October 22, 2007, South 641 Sewer District ("South 641 Sewer") applied for Commission approval to increase its monthly rate for sewer-only customers from \$10.95 to \$19.69, and to charge to its joint water/sewer customers usage-based rates consisting of a customer charge of \$8.99 and a usage-based charge of \$2.14 per 1,000 gallons. The proposed sewer increases would generate additional revenues of \$25,227, an increase of 83.1 percent over normalized sewer revenues of \$30,358.

By Order dated November 28, 2007, the Commission issued a Staff Report containing Commission Staff's findings and recommendations regarding the proposed rate adjustment. In its report, Staff recommended that South 641 Sewer's proposed rates be accepted. In its Order, the Commission directed South 641 Sewer to file any written comments regarding the Staff Report or requests for a hearing or informal conference within 10 days. If no request for hearing was received within that period, the Commission further ordered, the case would stand submitted for decision. No comments or requests for a hearing or informal conference have been received.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from sewer service of \$55,585.

IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

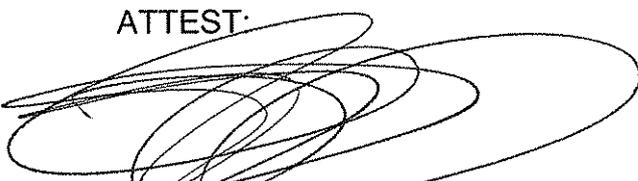
2. The rates in Appendix A are approved for service rendered by South 641 Sewer on and after the date of this Order.

3. Within 30 days of the date of this Order, South 641 Sewer shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 20th day of December, 2007.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2007-00443 DATED December 20, 2007

The following rates and charges are prescribed for the customers in the area served by South 641 Sewer District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Sewer Rate

Customer Charge
Per 1,000 gallons

\$8.99 minimum bill
\$2.14 per 1,000 gallons

Monthly Sewer Rate for Sewer Customers Only

Flat Rate Minimum Bill

\$19.69 per month